

MINUTES OF REGULAR MEETING
BRAZORIA COUNTY MUNICIPAL UTILITY DISTRICT NO. 18
HARRIS AND BRAZORIA COUNTIES, TEXAS

May 28, 2019

THE STATE OF TEXAS

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HARRIS AND BRAZORIA COUNTIES

The Board of Directors (the "Board") of Brazoria County Municipal Utility District No. 18 (the "District") of Harris and Brazoria Counties, Texas, met in regular session, open to the public, at 5:00 p.m., on the 28th day of May 2019, at the First United Methodist Church, 2314 N. Grand Blvd., Pearland, Brazoria County, Texas, outside the boundaries of the District, and the roll was called of the duly constituted officers and members of the Board, to-wit:

Kerri Conner	President
Wesley J. Boyer	Vice President
Ronald Gerlach	Assistant Vice President
Richard W. Wach	Secretary/Treasurer
O.E. (Mickey) McDonald	Assistant Secretary/Treasurer

All members of the Board were present, with the exception of Director Boyer, thus constituting a quorum.

Also present were Ms. Brittini Silva of Assessments of the Southwest, Inc., the District's Tax Assessor/Collector; Ms. Dana Davis of Myrtle Cruz, Inc., the District's Bookkeeper; Mr. Russ Cosbey, P.E. of Huitt Zollars, Inc., the District's Engineer; Mr. Lenny Hardoin of Champions Hydro-Lawn, the District's Detention Maintenance provider; and Mr. John R. Wallace of Bacon & Wallace, L.L.P., the District's Attorneys.

WHEREUPON, following a notation that notices of the meeting had been duly posted in accordance with law, copies of which are attached hereto as exhibits, the meeting was called to order.

PLEDGE OF ALLEGIANCE

Director McDonald led the meeting in the Pledge of Allegiance.

PUBLIC COMMENTS

There were no public comments.

APPROVAL OF MINUTES

Minutes for the meeting of the Board of Directors held on April 23, 2019, were presented for review and approval. Upon motion duly made and seconded, the Board voted unanimously to approve the minutes as presented.

Upon motion duly made and seconded, the Board voted unanimously to ratify all matters from the April 23, 2019 Board meeting.

TAX ASSESSOR/COLLECTOR'S REPORT

Brittni Silva presented the Tax Assessor/Collector's Report, a copy of which is attached hereto as an exhibit. Ms. Silva reported that 97.88% of the District's 2018 tax levy had been collected. She stated that wires had been sent to the Debt Service Fund and Operating Fund accounts. She then reviewed the Delinquent Tax Roll, a copy of which is attached hereto as an exhibit. She stated that the delinquent notices had been mailed.

Ms. Silva presented the Annual Escheated Funds Report, a copy of which is attached hereto as an exhibit. She stated that research of the tax records in Brazoria County MUD No. 18 showed no abandoned property for the period of March 1, 2015 through February 28, 2016.

Ms. Silva reported that the 2019 preliminary value of District property, Brazoria and Harris Counties combined, was \$524,056,461 compared to \$491,000,000 in 2018.

Upon motion duly made and seconded, the Board voted unanimously to approve the Tax Assessor/Collector's Report as presented.

BOOKKEEPER'S REPORT

Dana Davis presented the Bookkeeper's Report, a copy of which is attached hereto as an exhibit. She reported that the water and sewer rebate MUD fees had been received from the City of Pearland. She stated that check number 3891 in the amount of \$8,550.00 made payable to the Attorney General of Texas for bond transcript review was voided and replacement check number 3904 in the amount of \$8,215.00 was issued to the Attorney General of Texas.

Ms. Davis informed the Board that the Compass Bank CD was not renewed and the funds were transferred to TxPool instead. She stated the year-to-date budget reflected a \$73,000.00 surplus. She presented the first draft of the proposed budget.

Ms. Davis reviewed the Investment Report and the tenth month of the year-to-date budget, copies of which are attached hereto as exhibits. Upon motion duly made and seconded, the Board voted unanimously to approve the Bookkeeper's Report, the Investment Report, and payment of checks as presented.

SERIES 2019 REFUNDING BONDS

Mr. Wallace reported that the Series 2019 Refunding Bonds pricing produced very good results of approximately 5.8% present value savings. He stated the transcript was being sent to the Attorney General of Texas this week and is expected to close mid-June.

PINE HOLLOW DRAINAGE CHANNEL

Mr. Hardoin suggested prices for repairing the washout in the outfall of the Pine Hollow drainage channel. He stated there had been no word from Drainage District No. 4 regarding what they will allow. He said Mr. Salinas was following up on the matter. Mr. Hardoin stated gabion baskets might be a cheaper alternative. He reviewed photos of another job as an example and said the cost would be an estimated \$22,000.00. Mr. Hardoin said an access point needed to be determined. The matter was tabled.

ENGINEER'S REPORT/DETENTION POND MAINTENANCE

Russ Cosbey reviewed the Engineering and Detention Maintenance Reports, copies of which are attached hereto as exhibits. He stated the annual maintenance cost for the District was \$125,927.00 to date. He reported that the May mowing had been completed and the next mowing would be in July. He said that overall, the ponds were in good condition.

Mr. Cosbey then informed the Board that regarding the Villa Masters remote pond, Meritage Homes plans to begin paving and utility improvements this summer. He stated the developer would provide a concrete driveway, a gate to the detention pond, and would landscape along the edge of the proposed right-of-way.

Upon motion duly made and seconded, the Board voted unanimously to approve the Engineer's Report as presented.

OTHER MATTERS

Dana Davis presented an amended contract for bookkeeping services between Myrtle Cruz, Inc. and the District. The revisions to the prior contract include deletion of the meeting fee and time/travel fees. The amended contract covers much more in scope and reflects a monthly fee for services of \$945.00 plus \$70.00 per hour for additional services. Upon motion duly made and seconded, the Board voted unanimously to approve the amended contract.

There being no further business to come before the Board, the meeting was adjourned.


Secretary, Board of Directors

